107TH CONGRESS 2D SESSION

H.R. 2356

AN ACT

To amend the Federal Election Campaign Act of 1971 to provide bipartisan campaign reform.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,

1 SECTION 1. SHORT TITLE; TABLE OF CONTENTS.

- 2 (a) Short Title.—This Act may be cited as the
- 3 "Bipartisan Campaign Reform Act of 2002".
- 4 (b) Table of Contents of
- 5 this Act is as follows:
 - Sec. 1. Short title; table of contents.

TITLE I—REDUCTION OF SPECIAL INTEREST INFLUENCE

- Sec. 101. Soft money of political parties.
- Sec. 102. Increased contribution limit for State committees of political parties.
- Sec. 103. Reporting requirements.

TITLE II—NONCANDIDATE CAMPAIGN EXPENDITURES

Subtitle A—Electioneering Communications

- Sec. 201. Disclosure of electioneering communications.
- Sec. 202. Coordinated communications as contributions.
- Sec. 203. Prohibition of corporate and labor disbursements for electioneering communications.
- Sec. 204. Rules relating to certain targeted electioneering communications.

Subtitle B—Independent and Coordinated Expenditures

- Sec. 211. Definition of independent expenditure.
- Sec. 212. Reporting requirements for certain independent expenditures.
- Sec. 213. Independent versus coordinated expenditures by party.
- Sec. 214. Coordination with candidates or political parties.

TITLE III—MISCELLANEOUS

- Sec. 301. Use of contributed amounts for certain purposes.
- Sec. 302. Prohibition of fundraising on Federal property.
- Sec. 303. Strengthening foreign money ban.
- Sec. 304. Modification of individual contribution limits in response to expenditures from personal funds.
- Sec. 305. Limitation on availability of lowest unit charge for Federal candidates attacking opposition.
- Sec. 306. Software for filing reports and prompt disclosure of contributions.
- Sec. 307. Modification of contribution limits.
- Sec. 308. Donations to Presidential inaugural committee.
- Sec. 309. Prohibition on fraudulent solicitation of funds.
- Sec. 310. Study and report on Clean Money Clean Elections laws.
- Sec. 311. Clarity standards for identification of sponsors of election-related advertising.
- Sec. 312. Increase in penalties.
- Sec. 313. Statute of limitations.
- Sec. 314. Sentencing guidelines.
- Sec. 315. Increase in penalties imposed for violations of conduit contribution ban.

- Sec. 316. Restriction on increased contribution limits by taking into account candidate's available funds.
- Sec. 317. Clarification of right of nationals of the United States to make political contributions.
- Sec. 318. Prohibition of contributions by minors.
- Sec. 319. Modification of individual contribution limits for House candidates in response to expenditures from personal funds.

TITLE IV—SEVERABILITY; EFFECTIVE DATE

- Sec. 401. Severability.
- Sec. 402. Effective date.
- Sec. 403. Judicial review.

TITLE V—ADDITIONAL DISCLOSURE PROVISIONS

- Sec. 501. Internet access to records.
- Sec. 502. Maintenance of website of election reports.
- Sec. 503. Additional disclosure reports.
- Sec. 504. Public access to broadcasting records.

1 TITLE I—REDUCTION OF

2 SPECIAL INTEREST INFLUENCE

- 3 SEC. 101. SOFT MONEY OF POLITICAL PARTIES.
- 4 (a) IN GENERAL.—Title III of the Federal Election
- 5 Campaign Act of 1971 (2 U.S.C. 431 et seq.) is amended
- 6 by adding at the end the following:
- 7 "SEC. 323. SOFT MONEY OF POLITICAL PARTIES.
- 8 "(a) National Committees.—
- 9 "(1) IN GENERAL.—A national committee of a
- 10 political party (including a national congressional
- campaign committee of a political party) may not so-
- licit, receive, or direct to another person a contribu-
- tion, donation, or transfer of funds or any other
- thing of value, or spend any funds, that are not sub-
- 15 ject to the limitations, prohibitions, and reporting
- requirements of this Act.

1 "(2) APPLICABILITY.—The prohibition estab-2 lished by paragraph (1) applies to any such national 3 committee, any officer or agent acting on behalf of 4 such a national committee, and any entity that is di-5 rectly or indirectly established, financed, maintained, 6 or controlled by such a national committee.

"(b) State, District, and Local Committees.—

"(1) IN GENERAL.—Except as provided in paragraph (2), an amount that is expended or disbursed for Federal election activity by a State, district, or local committee of a political party (including an entity that is directly or indirectly established, financed, maintained, or controlled by a State, district, or local committee of a political party and an officer or agent acting on behalf of such committee or entity), or by an association or similar group of candidates for State or local office or of individuals holding State or local office, shall be made from funds subject to the limitations, prohibitions, and reporting requirements of this Act.

"(2) Applicability.—

"(A) IN GENERAL.—Notwithstanding clause (i) or (ii) of section 301(20)(A), and subject to subparagraph (B), paragraph (1) shall not apply to any amount expended or disbursed

1	by a State, district, or local committee of a po-
2	litical party for an activity described in either
3	such clause to the extent the amounts expended
4	or disbursed for such activity are allocated
5	(under regulations prescribed by the Commis-
6	sion) among amounts—
7	"(i) which consist solely of contribu-
8	tions subject to the limitations, prohibi-
9	tions, and reporting requirements of this
10	Act (other than amounts described in sub-
11	paragraph (B)(iii)); and
12	"(ii) other amounts which are not
13	subject to the limitations, prohibitions, and
14	reporting requirements of this Act (other
15	than any requirements of this subsection).
16	"(B) Conditions.—Subparagraph (A)
17	shall only apply if—
18	"(i) the activity does not refer to a
19	clearly identified candidate for Federal of-
20	fice;
21	"(ii) the amounts expended or dis-
22	bursed are not for the costs of any broad-
23	casting, cable, or satellite communication,
24	other than a communication which refers

1	solely to a clearly identified candidate for
2	State or local office;
3	"(iii) the amounts expended or dis-
4	bursed which are described in subpara-
5	graph (A)(ii) are paid from amounts which
6	are donated in accordance with State law
7	and which meet the requirements of sub-
8	paragraph (C), except that no person (in-
9	cluding any person established, financed,
10	maintained, or controlled by such person)
11	may donate more than \$10,000 to a State,
12	district, or local committee of a political
13	party in a calendar year for such expendi-
14	tures or disbursements; and
15	"(iv) the amounts expended or dis-
16	bursed are made solely from funds raised
17	by the State, local, or district committee
18	which makes such expenditure or disburse-
19	ment, and do not include any funds pro-
20	vided to such committee from—
21	"(I) any other State, local, or
22	district committee of any State party,
23	"(II) the national committee of a
24	political party (including a national

1	congressional campaign committee of
2	a political party),
3	"(III) any officer or agent acting
4	on behalf of any committee described
5	in subclause (I) or (II), or
6	"(IV) any entity directly or indi-
7	rectly established, financed, main-
8	tained, or controlled by any committee
9	described in subclause (I) or (II).
10	"(C) Prohibiting involvement of Na-
11	TIONAL PARTIES, FEDERAL CANDIDATES AND
12	OFFICEHOLDERS, AND STATE PARTIES ACTING
13	JOINTLY.—Notwithstanding subsection (e)
14	(other than subsection (e)(3)), amounts specifi-
15	cally authorized to be spent under subpara-
16	graph (B)(iii) meet the requirements of this
17	subparagraph only if the amounts—
18	"(i) are not solicited, received, di-
19	rected, transferred, or spent by or in the
20	name of any person described in subsection
21	(a) or (e); and
22	"(ii) are not solicited, received, or di-
23	rected through fundraising activities con-
24	ducted jointly by 2 or more State, local, or
25	district committees of any political party or

- their agents, or by a State, local, or district committee of a political party on behalf of the State, local, or district committee of a political party or its agent in one or more other States.
- 6 "(c) Fundraising Costs.—An amount spent by a
 7 person described in subsection (a) or (b) to raise funds
 8 that are used, in whole or in part, for expenditures and
 9 disbursements for a Federal election activity shall be made
 10 from funds subject to the limitations, prohibitions, and re11 porting requirements of this Act.
- "(d) Tax-Exempt Organizations.—A national, 12 State, district, or local committee of a political party (including a national congressional campaign committee of 14 15 a political party), an entity that is directly or indirectly established, financed, maintained, or controlled by any 16 17 such national, State, district, or local committee or its 18 agent, and an officer or agent acting on behalf of any such 19 party committee or entity, shall not solicit any funds for, 20 or make or direct any donations to—
- "(1) an organization that is described in section 501(c) of the Internal Revenue Code of 1986 and exempt from taxation under section 501(a) of such Code (or has submitted an application for determination of tax exempt status under such section)

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and that makes expenditures or disbursements in connection with an election for Federal office (including expenditures or disbursements for Federal election activity); or

"(2) an organization described in section 527 of such Code (other than a political committee, a State, district, or local committee of a political party, or the authorized campaign committee of a candidate for State or local office).

"(e) Federal Candidates.—

"(1) IN GENERAL.—A candidate, individual holding Federal office, agent of a candidate or an individual holding Federal office, or an entity directly or indirectly established, financed, maintained or controlled by or acting on behalf of 1 or more candidates or individuals holding Federal office, shall not—

"(A) solicit, receive, direct, transfer, or spend funds in connection with an election for Federal office, including funds for any Federal election activity, unless the funds are subject to the limitations, prohibitions, and reporting requirements of this Act; or

"(B) solicit, receive, direct, transfer, or spend funds in connection with any election

1	other than an election for Federal office or dis-
2	burse funds in connection with such an election
3	unless the funds—
4	"(i) are not in excess of the amounts
5	permitted with respect to contributions to
6	candidates and political committees under
7	paragraphs (1), (2), and (3) of section
8	315(a); and
9	"(ii) are not from sources prohibited
10	by this Act from making contributions in
11	connection with an election for Federal of-
12	fice.
13	"(2) State Law.—Paragraph (1) does not
14	apply to the solicitation, receipt, or spending of
15	funds by an individual described in such paragraph
16	who is or was also a candidate for a State or local
17	office solely in connection with such election for
18	State or local office if the solicitation, receipt, or
19	spending of funds is permitted under State law and
20	refers only to such State or local candidate, or to
21	any other candidate for the State or local office
22	sought by such candidate, or both.
23	"(3) Fundraising events.—Notwithstanding
24	paragraph (1) or subsection (b)(2)(C), a candidate
25	or an individual holding Federal office may attend,

speak, or be a featured guest at a fundraising event for a State, district, or local committee of a political party.

"(4) Permitting certain solicitations.—

"(A) GENERAL SOLICITATIONS.—Notwith-standing any other provision of this subsection, an individual described in paragraph (1) may make a general solicitation of funds on behalf of any organization that is described in section 501(c) of the Internal Revenue Code of 1986 and exempt from taxation under section 501(a) of such Code (or has submitted an application for determination of tax exempt status under such section) (other than an entity whose principal purpose is to conduct activities described in clauses (i) and (ii) of section 301(20)(A)) where such solicitation does not specify how the funds will or should be spent.

"(B) CERTAIN SPECIFIC SOLICITATIONS.— In addition to the general solicitations permitted under subparagraph (A), an individual described in paragraph (1) may make a solicitation explicitly to obtain funds for carrying out the activities described in clauses (i) and (ii) of

section 301(20)(A), or for an entity whose prin-1 2 cipal purpose is to conduct such activities, if— 3 "(i) the solicitation is made only to in-4 dividuals; and "(ii) the amount solicited from any in-6 dividual during any calendar year does not 7 exceed \$20,000. "(f) STATE CANDIDATES.— 8 9 "(1) In General.—A candidate for State or 10 local office, individual holding State or local office, 11 or an agent of such a candidate or individual may 12 not spend any funds for a communication described 13 in section 301(20)(A)(iii) unless the funds are sub-14 ject to the limitations, prohibitions, and reporting 15 requirements of this Act. 16 "(2) Exception for certain communica-17 TIONS.—Paragraph (1) shall not apply to an indi-18 vidual described in such paragraph if the commu-

"(2) EXCEPTION FOR CERTAIN COMMUNICATIONS.—Paragraph (1) shall not apply to an individual described in such paragraph if the communication involved is in connection with an election for such State or local office and refers only to such individual or to any other candidate for the State or local office held or sought by such individual, or both.".

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1	(b) Definitions.—Section 301 of the Federal Elec-
2	tion Campaign Act of 1971 (2 U.S.C. 431) is amended
3	by adding at the end thereof the following:
4	"(20) Federal election activity.—
5	"(A) IN GENERAL.—The term 'Federal
6	election activity' means—
7	"(i) voter registration activity during
8	the period that begins on the date that is
9	120 days before the date a regularly sched-
10	uled Federal election is held and ends on
11	the date of the election;
12	"(ii) voter identification, get-out-the-
13	vote activity, or generic campaign activity
14	conducted in connection with an election in
15	which a candidate for Federal office ap-
16	pears on the ballot (regardless of whether
17	a candidate for State or local office also
18	appears on the ballot);
19	"(iii) a public communication that re-
20	fers to a clearly identified candidate for
21	Federal office (regardless of whether a
22	candidate for State or local office is also
23	mentioned or identified) and that promotes
24	or supports a candidate for that office, or
25	attacks or opposes a candidate for that of-

1	fice (regardless of whether the communica-
2	tion expressly advocates a vote for or
3	against a candidate); or
4	"(iv) services provided during any
5	month by an employee of a State, district,
6	or local committee of a political party who
7	spends more than 25 percent of that indi-
8	vidual's compensated time during that
9	month on activities in connection with a
10	Federal election.
11	"(B) EXCLUDED ACTIVITY.—The term
12	'Federal election activity' does not include an
13	amount expended or disbursed by a State, dis-
14	trict, or local committee of a political party
15	for—
16	"(i) a public communication that re-
17	fers solely to a clearly identified candidate
18	for State or local office, if the communica-
19	tion is not a Federal election activity de-
20	scribed in subparagraph (A)(i) or (ii);
21	"(ii) a contribution to a candidate for
22	State or local office, provided the contribu-
23	tion is not designated to pay for a Federal
24	election activity described in subparagraph
25	(A);

1	"(iii) the costs of a State, district, or
2	local political convention; and
3	"(iv) the costs of grassroots campaign
4	materials, including buttons, bumper stick-
5	ers, and yard signs, that name or depict
6	only a candidate for State or local office.
7	"(21) Generic Campaign activity.—The
8	term 'generic campaign activity' means a campaign
9	activity that promotes a political party and does not
10	promote a candidate or non-Federal candidate.
11	"(22) Public communication.—The term
12	'public communication' means a communication by
13	means of any broadcast, cable, or satellite commu-
14	nication, newspaper, magazine, outdoor advertising
15	facility, mass mailing, or telephone bank to the gen-
16	eral public, or any other form of general public polit-
17	ical advertising.
18	"(23) Mass mailing.—The term 'mass mail-
19	ing' means a mailing by United States mail or fac-
20	simile of more than 500 pieces of mail matter of an
21	identical or substantially similar nature within any
22	30-day period.
23	"(24) TELEPHONE BANK.—The term 'telephone
24	bank' means more than 500 telephone calls of an

1	identical or substantially similar nature within any
2	30-day period.".
3	SEC. 102. INCREASED CONTRIBUTION LIMIT FOR STATE
4	COMMITTEES OF POLITICAL PARTIES.
5	Section 315(a)(1) of the Federal Election Campaign
6	Act of 1971 (2 U.S.C. 441a(a)(1)) is amended—
7	(1) in subparagraph (B), by striking "or" at
8	the end;
9	(2) in subparagraph (C)—
10	(A) by inserting "(other than a committee
11	described in subparagraph (D))" after "com-
12	mittee"; and
13	(B) by striking the period at the end and
14	inserting "; or"; and
15	(3) by adding at the end the following:
16	"(D) to a political committee established and
17	maintained by a State committee of a political party
18	in any calendar year which, in the aggregate, exceed
19	\$10,000.".
20	SEC. 103. REPORTING REQUIREMENTS.
21	(a) Reporting Requirements.—Section 304 of the
22	Federal Election Campaign Act of 1971 (2 U.S.C. 434)
23	is amended by adding at the end the following:
24	"(e) Political Committees.—

"(1) National and congressional political committee of a political party, any national congressional campaign committee of a political party, and any subordinate committee of either, shall report all receipts and disbursements during the reporting period.

"(2) OTHER POLITICAL COMMITTEES TO WHICH SECTION 323 APPLIES.—

"(A) IN GENERAL.—In addition to any other reporting requirements applicable under this Act, a political committee (not described in paragraph (1)) to which section 323(b)(1) applies shall report all receipts and disbursements made for activities described in section 301(20)(A), unless the aggregate amount of such receipts and disbursements during the calendar year is less than \$5,000.

"(B) SPECIFIC DISCLOSURE BY STATE AND LOCAL PARTIES OF CERTAIN NONFEDERAL AMOUNTS PERMITTED TO BE SPENT ON FEDERAL ELECTION ACTIVITY.—Each report by a political committee under subparagraph (A) of receipts and disbursements made for activities described in section 301(20)(A) shall include a

1 disclosure of all receipts and disbursements de-2 scribed in section 323(b)(2)(A) and (B). 3 "(3) ITEMIZATION.—If a political committee 4 has receipts or disbursements to which this sub-5 section applies from or to any person aggregating in 6 excess of \$200 for any calendar year, the political 7 committee shall separately itemize its reporting for 8 such person in the same manner as required in para-9 graphs (3)(A), (5), and (6) of subsection (b). 10 "(4) Reporting Periods.—Reports required 11 to be filed under this subsection shall be filed for the 12 same time periods required for political committees 13 under subsection (a)(4)(B).". 14 (b) Building Fund Exception to the Defini-15 TION OF CONTRIBUTION.—Section 301(8)(B) of the Fed-16 eral Election Campaign Act of 1971 (2 U.S.C. 431(8)(B)) 17 is amended— 18 (1) by striking clause (viii); and 19 (2) by redesignating clauses (ix) through (xv)

as clauses (viii) through (xiv), respectively.

1	TITLE II—NONCANDIDATE
2	CAMPAIGN EXPENDITURES
3	Subtitle A—Electioneering
4	Communications
5	SEC. 201. DISCLOSURE OF ELECTIONEERING COMMUNICA-
6	TIONS.
7	(a) In General.—Section 304 of the Federal Elec-
8	tion Campaign Act of 1971 (2 U.S.C. 434), as amended
9	by section 103, is amended by adding at the end the fol-
10	lowing new subsection:
11	"(f) DISCLOSURE OF ELECTIONEERING COMMUNICA-
12	TIONS.—
13	"(1) Statement required.—Every person
14	who makes a disbursement for the direct costs of
15	producing and airing electioneering communications
16	in an aggregate amount in excess of \$10,000 during
17	any calendar year shall, within 24 hours of each dis-
18	closure date, file with the Commission a statement
19	containing the information described in paragraph
20	(2).
21	"(2) Contents of Statement.—Each state-
22	ment required to be filed under this subsection shall
23	be made under penalty of perjury and shall contain
24	the following information:

- "(A) The identification of the person making the disbursement, of any person sharing or exercising direction or control over the activities of such person, and of the custodian of the books and accounts of the person making the disbursement.
 - "(B) The principal place of business of the person making the disbursement, if not an individual.
 - "(C) The amount of each disbursement of more than \$200 during the period covered by the statement and the identification of the person to whom the disbursement was made.
 - "(D) The elections to which the electioneering communications pertain and the names (if known) of the candidates identified or to be identified.
 - "(E) If the disbursements were paid out of a segregated bank account which consists of funds contributed solely by individuals who are United States citizens or nationals or lawfully admitted for permanent residence as defined in section 1101(a)(2) of the Immigration and Nationality Act (8 U.S.C. 1101(a)(2)) directly to this account for electioneering communications,

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1	the names and addresses of all contributors who
2	contributed an aggregate amount of \$1,000 or
3	more to that account during the period begin-
4	ning on the first day of the preceding calendar
5	year and ending on the disclosure date. Nothing
6	in this subparagraph is to be construed as a
7	prohibition on the use of funds in such a seg-
8	regated account for a purpose other than elec-
9	tioneering communications.
10	"(F) If the disbursements were paid out of
11	funds not described in subparagraph (E), the
12	names and addresses of all contributors who
13	contributed an aggregate amount of \$1,000 or
14	more to the person making the disbursement
15	during the period beginning on the first day of
16	the preceding calendar year and ending on the
17	disclosure date.
18	"(3) Electioneering communication.—For
19	purposes of this subsection—
20	"(A) IN GENERAL.—(i) The term 'election-
21	eering communication' means any broadcast,
22	cable, or satellite communication which—
23	"(I) refers to a clearly identified can-
24	didate for Federal office;
25	"(II) is made within—

1	"(aa) 60 days before a general,
2	special, or runoff election for the of-
3	fice sought by the candidate; or
4	"(bb) 30 days before a primary
5	or preference election, or a convention
6	or caucus of a political party that has
7	authority to nominate a candidate, for
8	the office sought by the candidate;
9	and
10	"(III) in the case of a communication
11	which refers to a candidate for an office
12	other than President or Vice President, is
13	targeted to the relevant electorate.
14	"(ii) If clause (i) is held to be constitu-
15	tionally insufficient by final judicial decision to
16	support the regulation provided herein, then the
17	term 'electioneering communication' means any
18	broadcast, cable, or satellite communication
19	which promotes or supports a candidate for
20	that office, or attacks or opposes a candidate
21	for that office (regardless of whether the com-
22	munication expressly advocates a vote for or
23	against a candidate) and which also is sugges-
24	tive of no plausible meaning other than an ex-

hortation to vote for or against a specific can-

1	didate. Nothing in this subparagraph shall be
2	construed to affect the interpretation or appli-
3	cation of section 100.22(b) of title 11, Code of
4	Federal Regulations.
5	"(B) Exceptions.—The term 'election-
6	eering communication' does not include—
7	"(i) a communication appearing in a
8	news story, commentary, or editorial dis-
9	tributed through the facilities of any
10	broadcasting station, unless such facilities
11	are owned or controlled by any political
12	party, political committee, or candidate;
13	"(ii) a communication which con-
14	stitutes an expenditure or an independent
15	expenditure under this Act;
16	"(iii) a communication which con-
17	stitutes a candidate debate or forum con-
18	ducted pursuant to regulations adopted by
19	the Commission, or which solely promotes
20	such a debate or forum and is made by or
21	on behalf of the person sponsoring the de-
22	bate or forum; or
23	"(iv) any other communication ex-
24	empted under such regulations as the
25	Commission may promulgate (consistent

1	with the requirements of this paragraph)
2	to ensure the appropriate implementation
3	of this paragraph, except that under any
4	such regulation a communication may not
5	be exempted if it meets the requirements
6	of this paragraph and is described in sec-
7	tion 301(20)(A)(iii).
8	"(C) TARGETING TO RELEVANT ELEC-
9	TORATE.—For purposes of this paragraph, a
10	communication which refers to a clearly identi-
11	fied candidate for Federal office is 'targeted to
12	the relevant electorate' if the communication
13	can be received by 50,000 or more persons—
14	"(i) in the district the candidate seeks
15	to represent, in the case of a candidate for
16	Representative in, or Delegate or Resident
17	Commissioner to, the Congress; or
18	"(ii) in the State the candidate seeks
19	to represent, in the case of a candidate for
20	Senator.
21	"(4) DISCLOSURE DATE.—For purposes of this
22	subsection, the term 'disclosure date' means—
23	"(A) the first date during any calendar
24	year by which a person has made disbursements
25	for the direct costs of producing or airing elec-

tioneering communications aggregating in excess of \$10,000; and

- "(B) any other date during such calendar year by which a person has made disbursements for the direct costs of producing or airing electioneering communications aggregating in excess of \$10,000 since the most recent disclosure date for such calendar year.
 - "(5) CONTRACTS TO DISBURSE.—For purposes of this subsection, a person shall be treated as having made a disbursement if the person has executed a contract to make the disbursement.
 - "(6) COORDINATION WITH OTHER REQUIRE-MENTS.—Any requirement to report under this subsection shall be in addition to any other reporting requirement under this Act.
 - "(7) Coordination with Internal Revenue Code.—Nothing in this subsection may be construed to establish, modify, or otherwise affect the definition of political activities or electioneering activities (including the definition of participating in, intervening in, or influencing or attempting to influence a political campaign on behalf of or in opposition to any candidate for public office) for purposes of the Internal Revenue Code of 1986.".

1	(b) Responsibilities of Federal Communica-
2	TIONS COMMISSION.—The Federal Communications Com-
3	mission shall compile and maintain any information the
4	Federal Election Commission may require to carry out
5	section 304(f) of the Federal Election Campaign Act of
6	1971 (as added by subsection (a)), and shall make such
7	information available to the public on the Federal Commu-
8	nication Commission's website.
9	SEC. 202. COORDINATED COMMUNICATIONS AS CONTRIBU-
10	TIONS.
11	Section 315(a)(7) of the Federal Election Campaign
12	Act of 1971 (2 U.S.C. 441a(a)(7)) is amended —
13	(1) by redesignating subparagraph (C) as sub-
14	paragraph (D); and
15	(2) by inserting after subparagraph (B) the fol-
16	lowing:
17	"(C) if—
18	"(i) any person makes, or contracts to
19	make, any disbursement for any electioneering
20	communication (within the meaning of section
21	304(f)(3); and
22	"(ii) such disbursement is coordinated with
23	a candidate or an authorized committee of such
24	candidate, a Federal, State, or local political

1	party or committee thereof, or an agent or offi-
2	cial of any such candidate, party, or committee;
3	such disbursement or contracting shall be treated as
4	a contribution to the candidate supported by the
5	electioneering communication or that candidate's
6	party and as an expenditure by that candidate or
7	that candidate's party; and".
8	SEC. 203. PROHIBITION OF CORPORATE AND LABOR DIS-
9	BURSEMENTS FOR ELECTIONEERING COM-
10	MUNICATIONS.
11	(a) In General.—Section 316(b)(2) of the Federal
12	Election Campaign Act of 1971 (2 U.S.C. 441b(b)(2)) is
13	amended by inserting "or for any applicable electioneering
14	communication" before ", but shall not include".
15	(b) Applicable Electioneering Communica-
16	TION.—Section 316 of such Act is amended by adding at
17	the end the following:
18	"(c) Rules Relating to Electioneering Com-
19	MUNICATIONS.—
20	"(1) Applicable electioneering commu-
21	NICATION.—For purposes of this section, the term
22	'applicable electioneering communication' means an
23	electioneering communication (within the meaning of
24	section 304(f)(3)) which is made by any entity de-
25	scribed in subsection (a) of this section or by any

other person using funds donated by an entity described in subsection (a) of this section.

> "(2) Exception.—Notwithstanding paragraph (1), the term 'applicable electioneering communication' does not include a communication by a section 501(c)(4) organization or a political organization (as defined in section 527(e)(1) of the Internal Revenue Code of 1986) made under section 304(f)(2)(E) or (F) of this Act if the communication is paid for exclusively by funds provided directly by individuals who are United States citizens or nationals or lawfully admitted for permanent residence as defined in section 1101(a)(2) of the Immigration and Nationality Act (8 U.S.C. 1101(a)(2)). For purposes of the preceding sentence, the term 'provided directly by individuals' does not include funds the source of which is an entity described in subsection (a) of this section.

"(3) Special operating rules.—

"(A) DEFINITION UNDER PARAGRAPH

(1).—An electioneering communication shall be treated as made by an entity described in subsection (a) if an entity described in subsection (a) directly or indirectly disburses any amount for any of the costs of the communication.

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1	"(B) Exception under paragraph
2	(2).—A section 501(c)(4) organization that de-
3	rives amounts from business activities or re-
4	ceives funds from any entity described in sub-
5	section (a) shall be considered to have paid for
6	any communication out of such amounts unless
7	such organization paid for the communication
8	out of a segregated account to which only indi-
9	viduals can contribute, as described in section
10	304(f)(2)(E).
11	"(4) Definitions and Rules.—For purposes
12	of this subsection—
13	"(A) the term 'section 501(c)(4) organiza-
14	tion' means—
15	"(i) an organization described in sec-
16	tion 501(c)(4) of the Internal Revenue
17	Code of 1986 and exempt from taxation
18	under section 501(a) of such Code; or
19	"(ii) an organization which has sub-
20	mitted an application to the Internal Rev-
21	enue Service for determination of its status
22	as an organization described in clause (i);
23	and

1	"(B) a person shall be treated as having
2	made a disbursement if the person has executed
3	a contract to make the disbursement.
4	"(5) Coordination with internal revenue
5	CODE.—Nothing in this subsection shall be con-
6	strued to authorize an organization exempt from
7	taxation under section 501(a) of the Internal Rev-
8	enue Code of 1986 to carry out any activity which
9	is prohibited under such Code.".
10	SEC. 204. RULES RELATING TO CERTAIN TARGETED ELEC-
11	TIONEERING COMMUNICATIONS.
12	Section 316(c) of the Federal Election Campaign Act
13	of 1971 (2 U.S.C. 441b), as added by section 203, is
14	amended by adding at the end the following:
15	"(6) Special rules for targeted commu-
16	NICATIONS.—
17	"(A) EXCEPTION DOES NOT APPLY.—
18	Paragraph (2) shall not apply in the case of a
19	targeted communication that is made by an or-
20	ganization described in such paragraph.
21	"(B) TARGETED COMMUNICATION.—For
22	purposes of subparagraph (A), the term 'tar-
23	geted communication' means an electioneering
24	communication (as defined in section 304(f)(3))
25	that is distributed from a television or radio

1	broadcast station or provider of cable or sat-
2	ellite television service and, in the case of a
3	communication which refers to a candidate for
4	an office other than President or Vice Presi-
5	dent, is targeted to the relevant electorate.
6	"(C) Definition.—For purposes of this
7	paragraph, a communication is 'targeted to the
8	relevant electorate' if it meets the requirements
9	described in section 304(f)(3)(C).".
10	Subtitle B—Independent and
11	Coordinated Expenditures
12	SEC. 211. DEFINITION OF INDEPENDENT EXPENDITURE.
13	Section 301 of the Federal Election Campaign Act
14	(2 U.S.C. 431) is amended by striking paragraph (17) and
15	inserting the following:
16	"(17) Independent expenditure.—The
17	term 'independent expenditure' means an expendi-
18	ture by a person—
19	"(A) expressly advocating the election or
20	defeat of a clearly identified candidate; and
21	"(B) that is not made in concert or co-
22	operation with or at the request or suggestion
23	of such candidate, the candidate's authorized
24	political committee, or their agents, or a polit-
25	ical party committee or its agents.".

1	SEC. 212. REPORTING REQUIREMENTS FOR CERTAIN INDE-
2	PENDENT EXPENDITURES.
3	(a) In General.—Section 304 of the Federal Elec-
4	tion Campaign Act of 1971 (2 U.S.C. 434) (as amended
5	by section 201) is amended—
6	(1) in subsection (c)(2), by striking the undes-
7	ignated matter after subparagraph (C); and
8	(2) by adding at the end the following:
9	"(g) Time for Reporting Certain Expendi-
10	TURES.—
11	"(1) Expenditures aggregating \$1,000.—
12	"(A) Initial report.—A person (includ-
13	ing a political committee) that makes or con-
14	tracts to make independent expenditures aggre-
15	gating \$1,000 or more after the 20th day, but
16	more than 24 hours, before the date of an elec-
17	tion shall file a report describing the expendi-
18	tures within 24 hours.
19	"(B) Additional reports.—After a per-
20	son files a report under subparagraph (A), the
21	person shall file an additional report within 24
22	hours after each time the person makes or con-
23	tracts to make independent expenditures aggre-
24	gating an additional \$1,000 with respect to the
25	same election as that to which the initial report
26	relates.

1	"(2) Expenditures aggregating \$10,000.—
2	"(A) INITIAL REPORT.—A person (includ-
3	ing a political committee) that makes or con-
4	tracts to make independent expenditures aggre-
5	gating \$10,000 or more at any time up to and
6	including the 20th day before the date of an
7	election shall file a report describing the ex-
8	penditures within 48 hours.
9	"(B) Additional reports.—After a per-
10	son files a report under subparagraph (A), the
11	person shall file an additional report within 48
12	hours after each time the person makes or con-
13	tracts to make independent expenditures aggre-
14	gating an additional \$10,000 with respect to
15	the same election as that to which the initial re-
16	port relates.
17	"(3) Place of filing; contents.—A report
18	under this subsection—
19	"(A) shall be filed with the Commission;
20	and
21	"(B) shall contain the information required
22	by subsection (b)(6)(B)(iii), including the name
23	of each candidate whom an expenditure is in-
24	tended to support or oppose.".

1	(b) Conforming Amendment.—Section 304(a)(5)
2	of such Act (2 U.S.C. 434(a)(5)) is amended by striking
3	", or the second sentence of subsection (c)(2)".
4	SEC. 213. INDEPENDENT VERSUS COORDINATED EXPENDI-
5	TURES BY PARTY.
6	Section 315(d) of the Federal Election Campaign Act
7	of 1971 (2 U.S.C. 441a(d)) is amended—
8	(1) in paragraph (1), by striking "and (3)" and
9	inserting ", (3), and (4)"; and
10	(2) by adding at the end the following:
11	"(4) Independent versus coordinated ex-
12	PENDITURES BY PARTY.—
13	"(A) IN GENERAL.—On or after the date
14	on which a political party nominates a can-
15	didate, no committee of the political party may
16	make—
17	"(i) any coordinated expenditure
18	under this subsection with respect to the
19	candidate during the election cycle at any
20	time after it makes any independent ex-
21	penditure (as defined in section 301(17))
22	with respect to the candidate during the
23	election cycle; or
24	"(ii) any independent expenditure (as
25	defined in section 301(17)) with respect to

the candidate during the election cycle at any time after it makes any coordinated expenditure under this subsection with respect to the candidate during the election cycle.

"(B) APPLICATION.—For purposes of this paragraph, all political committees established and maintained by a national political party (including all congressional campaign committees) and all political committees established and maintained by a State political party (including any subordinate committee of a State committee) shall be considered to be a single political committee.

"(C) Transfers.—A committee of a political party that makes coordinated expenditures under this subsection with respect to a candidate shall not, during an election cycle, transfer any funds to, assign authority to make coordinated expenditures under this subsection to, or receive a transfer of funds from, a committee of the political party that has made or intends to make an independent expenditure with respect to the candidate.".

1	SEC. 214. COORDINATION WITH CANDIDATES OR POLIT-
2	ICAL PARTIES.
3	(a) In General.—Section 315(a)(7)(B) of the Fed-
4	eral Election Campaign Act of 1971 (2 U.S.C.
5	441a(a)(7)(B)) is amended—
6	(A) by redesignating clause (ii) as clause
7	(iii); and
8	(B) by inserting after clause (i) the fol-
9	lowing new clause:
10	"(ii) expenditures made by any person (other
11	than a candidate or candidate's authorized com-
12	mittee) in cooperation, consultation, or concert, with,
13	or at the request or suggestion of, a national, State,
14	or local committee of a political party, shall be con-
15	sidered to be contributions made to such party com-
16	mittee; and".
17	(b) REPEAL OF CURRENT REGULATIONS.—The regu-
18	lations on coordinated communications paid for by persons
19	other than candidates, authorized committees of can-
20	didates, and party committees adopted by the Federal
21	Election Commission and published in the Federal Reg-
22	ister at page 76138 of volume 65, Federal Register, on
23	December 6, 2000, are repealed as of the date by which
24	the Commission is required to promulgate new regulations
25	under subsection (c) (as described in the second sentence
26	of section $402(e)$).

1	(c) REGULATIONS BY THE FEDERAL ELECTION COM-
2	MISSION.—The Federal Election Commission shall pro-
3	mulgate new regulations on coordinated communications
4	paid for by persons other than candidates, authorized
5	committees of candidates, and party committees. The reg-
6	ulations shall not require agreement or formal collabora-
7	tion to establish coordination. In addition to any subject
8	determined by the Commission, the regulations shall
9	address—
10	(A) payments for the republication of campaign
11	materials;
12	(B) payments for the use of a common vendor;
13	(C) payments for communications directed or
14	made by persons who previously served as an em-
15	ployee of a candidate or a political party; and
16	(D) payments for communications made by a
17	person after substantial discussion about the com-
18	munication with a candidate or a political party.
19	(d) Meaning of Contribution or Expenditure
20	FOR THE PURPOSES OF SECTION 316.—Section 316(b)(2)
21	of the Federal Election Campaign Act of 1971 (2 U.S.C.
22	441b(b)(2)) is amended by striking "shall include" and
23	inserting "includes a contribution or expenditure, as those
24	terms are defined in section 301, and also includes".

1 TITLE III—MISCELLANEOUS

2	SEC. 301. USE OF CONTRIBUTED AMOUNTS FOR CERTAIN
3	PURPOSES.
4	Title III of the Federal Election Campaign Act of
5	1971 (2 U.S.C. 431 et seq.) is amended by striking section
6	313 and inserting the following:
7	"SEC. 313. USE OF CONTRIBUTED AMOUNTS FOR CERTAIN
8	PURPOSES.
9	"(a) Permitted Uses.—A contribution accepted by
10	a candidate, and any other donation received by an indi-
11	vidual as support for activities of the individual as a holder
12	of Federal office, may be used by the candidate or
13	individual—
14	"(1) for otherwise authorized expenditures in
15	connection with the campaign for Federal office of
16	the candidate or individual;
17	"(2) for ordinary and necessary expenses in-
18	curred in connection with duties of the individual as
19	a holder of Federal office;
20	"(3) for contributions to an organization de-
21	scribed in section 170(c) of the Internal Revenue
22	Code of 1986; or
23	"(4) for transfers to a national, State, or local
24	committee of a political party.
25	"(b) Prohibited Use —

1	"(1) In general.—A contribution or donation
2	described in subsection (a) shall not be converted by
3	any person to personal use.
4	"(2) Conversion.—For the purposes of para-
5	graph (1), a contribution or donation shall be con-
6	sidered to be converted to personal use if the con-
7	tribution or amount is used to fulfill any commit-
8	ment, obligation, or expense of a person that would
9	exist irrespective of the candidate's election cam-
10	paign or individual's duties as a holder of Federal
11	office, including—
12	"(A) a home mortgage, rent, or utility pay-
13	ment;
14	"(B) a clothing purchase;
15	"(C) a noncampaign-related automobile ex-
16	pense;
17	"(D) a country club membership;
18	"(E) a vacation or other noncampaign-re-
19	lated trip;
20	"(F) a household food item;
21	"(G) a tuition payment;
22	"(H) admission to a sporting event, con-
23	cert, theater, or other form of entertainment
24	not associated with an election campaign; and

1	"(I) dues, fees, and other payments to a
2	health club or recreational facility.".
3	SEC. 302. PROHIBITION OF FUNDRAISING ON FEDERAL
4	PROPERTY.
5	Section 607 of title 18, United States Code, is
6	amended—
7	(1) by striking subsection (a) and inserting the
8	following:
9	"(a) Prohibition.—
10	"(1) IN GENERAL.—It shall be unlawful for any
11	person to solicit or receive a donation of money or
12	other thing of value in connection with a Federal
13	State, or local election from a person who is located
14	in a room or building occupied in the discharge of
15	official duties by an officer or employee of the
16	United States. It shall be unlawful for an individual
17	who is an officer or employee of the Federal Govern-
18	ment, including the President, Vice President, and
19	Members of Congress, to solicit or receive a donation
20	of money or other thing of value in connection with
21	a Federal, State, or local election, while in any room
22	or building occupied in the discharge of official du-
23	ties by an officer or employee of the United States
24	from any person.

1	"(2) Penalty.—A person who violates this sec-
2	tion shall be fined not more than \$5,000, imprisoned
3	more than 3 years, or both."; and
4	(2) in subsection (b), by inserting "or Executive
5	Office of the President" after "Congress".
6	SEC. 303. STRENGTHENING FOREIGN MONEY BAN.
7	Section 319 of the Federal Election Campaign Act
8	of 1971 (2 U.S.C. 441e) is amended—
9	(1) by striking the heading and inserting the
10	following: "CONTRIBUTIONS AND DONATIONS BY
11	FOREIGN NATIONALS"; and
12	(2) by striking subsection (a) and inserting the
13	following:
14	"(a) Prohibition.—It shall be unlawful for—
15	"(1) a foreign national, directly or indirectly, to
16	make—
17	"(A) a contribution or donation of money
18	or other thing of value, or to make an express
19	or implied promise to make a contribution or
20	donation, in connection with a Federal, State,
21	or local election;
22	"(B) a contribution or donation to a com-
23	mittee of a political party; or
24	"(C) an expenditure, independent expendi-
25	ture or dishursement for an election earing com-

1	munication (within the meaning of section
2	304(f)(3)); or
3	"(2) a person to solicit, accept, or receive a con-
4	tribution or donation described in subparagraph (A)
5	or (B) of paragraph (1) from a foreign national.".
6	SEC. 304. MODIFICATION OF INDIVIDUAL CONTRIBUTION
7	LIMITS IN RESPONSE TO EXPENDITURES
8	FROM PERSONAL FUNDS.
9	(a) Increased Limits for Individuals.—Section
10	315 of the Federal Election Campaign Act of 1971 (2
11	U.S.C. 441a) is amended—
12	(1) in subsection (a)(1), by striking "No per-
13	son" and inserting "Except as provided in sub-
14	section (i), no person"; and
15	(2) by adding at the end the following:
16	"(i) Increased Limit To Allow Response to Ex-
17	PENDITURES FROM PERSONAL FUNDS.—
18	"(1) Increase.—
19	"(A) In General.—Subject to paragraph
20	(2), if the opposition personal funds amount
21	with respect to a candidate for election to the
22	office of Senator exceeds the threshold amount,
23	the limit under subsection $(a)(1)(A)$ (in this
24	subsection referred to as the 'applicable limit')

1	with respect to that candidate shall be the in-
2	creased limit.
3	"(B) Threshold amount.—
4	"(i) State-by-state competitive
5	AND FAIR CAMPAIGN FORMULA.—In this
6	subsection, the threshold amount with re-
7	spect to an election cycle of a candidate de-
8	scribed in subparagraph (A) is an amount
9	equal to the sum of—
10	"(I) \$150,000; and
11	"(II) \$0.04 multiplied by the vot-
12	ing age population.
13	"(ii) Voting age population.—In
14	this subparagraph, the term 'voting age
15	population' means in the case of a can-
16	didate for the office of Senator, the voting
17	age population of the State of the can-
18	didate (as certified under section 315(e))
19	"(C) Increased limit.—Except as pro-
20	vided in clause (ii), for purposes of subpara-
21	graph (A), if the opposition personal funds
22	amount is over—
23	"(i) 2 times the threshold amount, but
24	not over 4 times that amount—

1	"(I) the increased limit shall be 3
2	times the applicable limit; and
3	"(II) the limit under subsection
4	(a)(3) shall not apply with respect to
5	any contribution made with respect to
6	a candidate if such contribution is
7	made under the increased limit of
8	subparagraph (A) during a period in
9	which the candidate may accept such
10	a contribution;
11	"(ii) 4 times the threshold amount,
12	but not over 10 times that amount—
13	"(I) the increased limit shall be 6
14	times the applicable limit; and
15	"(II) the limit under subsection
16	(a)(3) shall not apply with respect to
17	any contribution made with respect to
18	a candidate if such contribution is
19	made under the increased limit of
20	subparagraph (A) during a period in
21	which the candidate may accept such
22	a contribution; and
23	"(iii) 10 times the threshold
24	amount—

1	"(I) the increased limit shall be 6
2	times the applicable limit;
3	"(II) the limit under subsection
4	(a)(3) shall not apply with respect to
5	any contribution made with respect to
6	a candidate if such contribution is
7	made under the increased limit of
8	subparagraph (A) during a period in
9	which the candidate may accept such
10	a contribution; and
11	"(III) the limits under subsection
12	(d) with respect to any expenditure by
13	a State or national committee of a po-
14	litical party shall not apply.
15	"(D) Opposition personal funds
16	AMOUNT.—The opposition personal funds
17	amount is an amount equal to the excess (if
18	any) of—
19	"(i) the greatest aggregate amount of
20	expenditures from personal funds (as de-
21	fined in section 304(a)(6)(B)) that an op-
22	posing candidate in the same election
23	makes; over

1	"(ii) the aggregate amount of expendi-
2	tures from personal funds made by the
3	candidate with respect to the election.
4	"(2) Time to accept contributions under
5	INCREASED LIMIT.—
6	"(A) In general.—Subject to subpara-
7	graph (B), a candidate and the candidate's au-
8	thorized committee shall not accept any con-
9	tribution, and a party committee shall not make
10	any expenditure, under the increased limit
11	under paragraph (1)—
12	"(i) until the candidate has received
13	notification of the opposition personal
14	funds amount under section 304(a)(6)(B);
15	and
16	"(ii) to the extent that such contribu-
17	tion, when added to the aggregate amount
18	of contributions previously accepted and
19	party expenditures previously made under
20	the increased limits under this subsection
21	for the election cycle, exceeds 110 percent
22	of the opposition personal funds amount.
23	"(B) Effect of withdrawal of an op-
24	POSING CANDIDATE.—A candidate and a can-
25	didate's authorized committee shall not accept

any contribution and a party shall not make
any expenditure under the increased limit after
the date on which an opposing candidate ceases
to be a candidate to the extent that the amount
of such increased limit is attributable to such
an opposing candidate.

"(3) Disposal of excess contributions.—

- "(A) IN GENERAL.—The aggregate amount of contributions accepted by a candidate or a candidate's authorized committee under the increased limit under paragraph (1) and not otherwise expended in connection with the election with respect to which such contributions relate shall, not later than 50 days after the date of such election, be used in the manner described in subparagraph (B).
- "(B) RETURN TO CONTRIBUTORS.—A candidate or a candidate's authorized committee shall return the excess contribution to the person who made the contribution.
- "(j) LIMITATION ON REPAYMENT OF PERSONAL LOANS.—Any candidate who incurs personal loans made after the effective date of the Bipartisan Campaign Reform Act of 2002 in connection with the candidate's campaign for election shall not repay (directly or indirectly),

1	to the extent such loans exceed $\$250,000$, such loans from
2	any contributions made to such candidate or any author-
3	ized committee of such candidate after the date of such
4	election.".
5	(b) Notification of Expenditures From Per-
6	SONAL FUNDS.—Section 304(a)(6) of the Federal Elec-
7	tion Campaign Act of 1971 (2 U.S.C. 434(a)(6)) is
8	amended—
9	(1) by redesignating subparagraph (B) as sub-
10	paragraph (E); and
11	(2) by inserting after subparagraph (A) the fol-
12	lowing:
13	"(B) Notification of expenditure from per-
14	SONAL FUNDS.—
15	"(i) Definition of expenditure from Per-
16	SONAL FUNDS.—In this subparagraph, the term 'ex-
17	penditure from personal funds' means—
18	"(I) an expenditure made by a candidate
19	using personal funds; and
20	"(II) a contribution or loan made by a can-
21	didate using personal funds or a loan secured
22	using such funds to the candidate's authorized
23	committee.
24	"(ii) Declaration of intent.—Not later
25	than the date that is 15 days after the date on

1	which an individual becomes a candidate for the of-
2	fice of Senator, the candidate shall file a declaration
3	stating the total amount of expenditures from per-
4	sonal funds that the candidate intends to make, or
5	to obligate to make, with respect to the election that
6	will exceed the State-by-State competitive and fair
7	campaign formula with—
8	"(I) the Commission; and
9	"(II) each candidate in the same election.
10	"(iii) Initial notification.—Not later than
11	24 hours after a candidate described in clause (ii)
12	makes or obligates to make an aggregate amount of
13	expenditures from personal funds in excess of 2
14	times the threshold amount in connection with any
15	election, the candidate shall file a notification with—
16	"(I) the Commission; and
17	"(II) each candidate in the same election.
18	"(iv) Additional notification.—After a can-
19	didate files an initial notification under clause (iii),
20	the candidate shall file an additional notification
21	each time expenditures from personal funds are
22	made or obligated to be made in an aggregate
23	amount that exceed \$10,000 with—
24	"(I) the Commission; and
25	"(II) each candidate in the same election.

1	Such notification shall be filed not later than 24
2	hours after the expenditure is made.
3	"(v) Contents.—A notification under clause
4	(iii) or (iv) shall include—
5	"(I) the name of the candidate and the of-
6	fice sought by the candidate;
7	"(II) the date and amount of each expendi-
8	ture; and
9	"(III) the total amount of expenditures
10	from personal funds that the candidate has
11	made, or obligated to make, with respect to an
12	election as of the date of the expenditure that
13	is the subject of the notification.
14	"(C) Notification of disposal of excess con-
15	TRIBUTIONS.—In the next regularly scheduled report after
16	the date of the election for which a candidate seeks nomi-
17	nation for election to, or election to, Federal office, the
18	candidate or the candidate's authorized committee shall
19	submit to the Commission a report indicating the source
20	and amount of any excess contributions (as determined
21	under paragraph (1) of section 315(i)) and the manner
22	in which the candidate or the candidate's authorized com-
23	mittee used such funds.

1	"(D) Enforcement.—For provisions providing for
2	the enforcement of the reporting requirements under this
3	paragraph, see section 309.".
4	(c) Definitions.—Section 301 of the Federal Elec-
5	tion Campaign Act of 1971 (2 U.S.C. 431), as amended
6	by section 101(b), is further amended by adding at the
7	end the following:
8	"(25) Election cycle.—The term 'election
9	cycle' means the period beginning on the day after
10	the date of the most recent election for the specific
11	office or seat that a candidate is seeking and ending
12	on the date of the next election for that office or
13	seat. For purposes of the preceding sentence, a pri-
14	mary election and a general election shall be consid-
15	ered to be separate elections.
16	"(26) Personal funds.—The term 'personal
17	funds' means an amount that is derived from—
18	"(A) any asset that, under applicable State
19	law, at the time the individual became a can-
20	didate, the candidate had legal right of access
21	to or control over, and with respect to which the
22	candidate had—
23	"(i) legal and rightful title; or
24	"(ii) an equitable interest:

1	"(B) income received during the current
2	election cycle of the candidate, including—
3	"(i) a salary and other earned income
4	from bona fide employment;
5	"(ii) dividends and proceeds from the
6	sale of the candidate's stocks or other in-
7	vestments;
8	"(iii) bequests to the candidate;
9	"(iv) income from trusts established
10	before the beginning of the election cycle;
11	"(v) income from trusts established by
12	bequest after the beginning of the election
13	cycle of which the candidate is the bene-
14	ficiary;
15	"(vi) gifts of a personal nature that
16	had been customarily received by the can-
17	didate prior to the beginning of the elec-
18	tion cycle; and
19	"(vii) proceeds from lotteries and
20	similar legal games of chance; and
21	"(C) a portion of assets that are jointly
22	owned by the candidate and the candidate's
23	spouse equal to the candidate's share of the
24	asset under the instrument of conveyance or
25	ownership, but if no specific share is indicated

1	by an instrument of conveyance or ownership,
2	the value of $\frac{1}{2}$ of the property.".
3	SEC. 305. LIMITATION ON AVAILABILITY OF LOWEST UNIT
4	CHARGE FOR FEDERAL CANDIDATES AT-
5	TACKING OPPOSITION.
6	(a) In General.—Section 315(b) of the Commu-
7	nications Act of 1934 (47 U.S.C. 315(b)) is amended—
8	(1) by striking "(b) The charges" and inserting
9	the following:
10	"(b) Charges.—
11	"(1) IN GENERAL.—The charges";
12	(2) by redesignating paragraphs (1) and (2) as
13	subparagraphs (A) and (B), respectively; and
14	(3) by adding at the end the following:
15	"(2) Content of Broadcasts.—
16	"(A) IN GENERAL.—In the case of a can-
17	didate for Federal office, such candidate shall
18	not be entitled to receive the rate under para-
19	graph (1)(A) for the use of any broadcasting
20	station unless the candidate provides written
21	certification to the broadcast station that the
22	candidate (and any authorized committee of the
23	candidate) shall not make any direct reference
24	to another candidate for the same office, in any
25	broadcast using the rights and conditions of ac-

1	cess under this Act, unless such reference meets
2	the requirements of subparagraph (C) or (D).
3	"(B) Limitation on Charges.—If a can-
4	didate for Federal office (or any authorized
5	committee of such candidate) makes a reference
6	described in subparagraph (A) in any broadcast
7	that does not meet the requirements of sub-
8	paragraph (C) or (D), such candidate shall not
9	be entitled to receive the rate under paragraph
10	(1)(A) for such broadcast or any other broad-
11	cast during any portion of the 45-day and 60-
12	day periods described in paragraph (1)(A), that
13	occur on or after the date of such broadcast, for
14	election to such office.
15	"(C) Television broadcasts.—A can-
16	didate meets the requirements of this subpara-
17	graph if, in the case of a television broadcast,
18	at the end of such broadcast there appears si-
19	multaneously, for a period no less than 4
20	seconds—
21	"(i) a clearly identifiable photographic
22	or similar image of the candidate; and
23	"(ii) a clearly readable printed state-
24	ment, identifying the candidate and stating
25	that the candidate has approved the broad-

cast and that the candidate's authorized committee paid for the broadcast.

- "(D) RADIO BROADCASTS.—A candidate meets the requirements of this subparagraph if, in the case of a radio broadcast, the broadcast includes a personal audio statement by the candidate that identifies the candidate, the office the candidate is seeking, and indicates that the candidate has approved the broadcast.
- "(E) CERTIFICATION.—Certifications under this section shall be provided and certified as accurate by the candidate (or any authorized committee of the candidate) at the time of purchase.
- "(F) DEFINITIONS.—For purposes of this paragraph, the terms 'authorized committee' and 'Federal office' have the meanings given such terms by section 301 of the Federal Election Campaign Act of 1971 (2 U.S.C. 431).".
- 20 (b) Conforming Amendment.—Section 21 315(b)(1)(A) of the Communications Act of 1934 (47 22 U.S.C. 315(b)(1)(A)), as amended by this Act, is amended 23 by inserting "subject to paragraph (2)," before "during 24 the forty-five days".

1	(c) Effective Date.—The amendments made by
2	this section shall apply to broadcasts made after the effec-
3	tive date of this Act.
4	SEC. 306. SOFTWARE FOR FILING REPORTS AND PROMPT
5	DISCLOSURE OF CONTRIBUTIONS.
6	Section 304(a) of the Federal Election Campaign Act
7	of 1971 (2 U.S.C. 434(a)) is amended by adding at the
8	end the following:
9	"(12) Software for filing of reports.—
10	"(A) In General.—The Commission
11	shall—
12	"(i) promulgate standards to be used
13	by vendors to develop software that—
14	"(I) permits candidates to easily
15	record information concerning receipts
16	and disbursements required to be re-
17	ported under this Act at the time of
18	the receipt or disbursement;
19	"(II) allows the information re-
20	corded under subclause (I) to be
21	transmitted immediately to the Com-
22	mission; and
23	"(III) allows the Commission to
24	post the information on the Internet
25	immediately upon receipt: and

	•
1	"(ii) make a copy of software that
2	meets the standards promulgated under
3	clause (i) available to each person required
4	to file a designation, statement, or report
5	in electronic form under this Act.
6	"(B) Additional information.—To the
7	extent feasible, the Commission shall require
8	vendors to include in the software developed
9	under the standards under subparagraph (A)
10	the ability for any person to file any designa-
11	tion, statement, or report required under this
12	Act in electronic form.
13	"(C) REQUIRED USE.—Notwithstanding
14	any provision of this Act relating to times for
15	filing reports, each candidate for Federal office
16	(or that candidate's authorized committee) shall
17	use software that meets the standards promul-
18	gated under this paragraph once such software
19	is made available to such candidate.
20	"(D) REQUIRED POSTING.—The Commis-
21	sion shall, as soon as practicable, post on the
22	Internet any information received under this

paragraph.".

1 SEC. 307. MODIFICATION OF CONTRIBUTION LIMITS.

2	(a) Increase in Individual Limits for Certain
3	Contributions.—Section 315(a)(1) of the Federal Elec-
4	tion Campaign Act of 1971 (2 U.S.C. 441a(a)(1)) is

- 6 (1) in subparagraph (A), by striking "\$1,000"
- 7 and inserting the following: "\$2,000"; and
- 8 (2) in subparagraph (B), by striking "\$20,000"
- 9 and inserting "\$25,000".

5

amended—

- 10 (b) Increase in Annual Aggregate Limit on In-
- 11 DIVIDUAL CONTRIBUTIONS.—Section 315(a)(3) of the
- 12 Federal Election Campaign Act of 1971 (2 U.S.C.
- $13 \quad 441a(a)(3)$) is amended to read as follows:
- 14 "(3) During the period which begins on January 1
- 15 of an odd-numbered year and ends on December 31 of
- 16 the next even-numbered year, no individual may make con-
- 17 tributions aggregating more than—
- 18 "(A) \$37,500, in the case of contributions to 19 candidates and the authorized committees of can-
- didates;
- 21 "(B) \$57,500, in the case of any other con-
- tributions, of which not more than \$37,500 may be
- 23 attributable to contributions to political committees
- 24 which are not political committees of national polit-
- ical parties.".

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1
        (c) Increase in Senatorial Campaign Com-
   MITTEE LIMIT.—Section 315(h) of the Federal Election
 3
   Campaign Act of 1971 (2 U.S.C. 441a(h)) is amended by
    striking "$17,500" and inserting "$35,000".
 4
 5
        (d) Indexing of Contribution Limits.—Section
 6
   315(c) of the Federal Election Campaign Act of 1971 (2)
    U.S.C. 441a(c)) is amended—
 8
             (1) in paragraph (1)—
 9
                 (A) by striking the second and third sen-
10
             tences;
11
                 (B) by inserting "(A)" before "At the be-
12
             ginning"; and
13
                 (C) by adding at the end the following:
14
        "(B) Except as provided in subparagraph (C), in any
15
    calendar year after 2002—
             "(i) a limitation established by subsections
16
17
        (a)(1)(A), (a)(1)(B), (a)(3), (b), (d), or (h) shall be
18
        increased by the percent difference determined under
19
        subparagraph (A);
20
             "(ii) each amount so increased shall remain in
21
        effect for the calendar year; and
22
             "(iii) if any amount after adjustment under
23
        clause (i) is not a multiple of $100, such amount
24
        shall be rounded to the nearest multiple of $100.
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1
        "(C) In the case of limitations under subsections
 2
    (a)(1)(A), (a)(1)(B), (a)(3), and (h), increases shall only
 3
   be made in odd-numbered years and such increases shall
   remain in effect for the 2-year period beginning on the
   first day following the date of the last general election in
   the year preceding the year in which the amount is in-
    creased and ending on the date of the next general elec-
   tion."; and
 8
 9
             (2) in paragraph (2)(B), by striking "means the
10
        calendar year 1974" and inserting "means—
11
                  "(i) for purposes of subsections (b) and
12
             (d), calendar year 1974; and
13
                  "(ii) for purposes of subsections (a)(1)(A),
14
             (a)(1)(B), (a)(3), and (h), calendar year 2001".
15
        (e) Effective Date.—The amendments made by
   this section shall apply with respect to contributions made
16
   on or after January 1, 2003.
17
18
   SEC. 308. DONATIONS TO PRESIDENTIAL INAUGURAL COM-
19
                MITTEE.
20
        (a) In General.—Chapter 5 of title 36, United
21
    States Code, is amended by—
22
             (1) redesignating section 510 as section 511;
23
        and
24
             (2) inserting after section 509 the following:
```

1	$\ensuremath{^{\circ}}\xspace 510.$ Disclosure of and prohibition on certain dona-
2	tions
3	"(a) In General.—A committee shall not be consid-
4	ered to be the Inaugural Committee for purposes of this
5	chapter unless the committee agrees to, and meets, the
6	requirements of subsections (b) and (c).
7	"(b) Disclosure.—
8	"(1) In general.—Not later than the date
9	that is 90 days after the date of the Presidential in-
10	augural ceremony, the committee shall file a report
11	with the Federal Election Commission disclosing any
12	donation of money or anything of value made to the
13	committee in an aggregate amount equal to or great-
14	er than \$200.
15	"(2) Contents of Report.—A report filed
16	under paragraph (1) shall contain—
17	"(A) the amount of the donation;
18	"(B) the date the donation is received; and
19	"(C) the name and address of the person
20	making the donation.
21	"(c) Limitation.—The committee shall not accept
22	any donation from a foreign national (as defined in section
23	$319(b)$ of the Federal Election Campaign Act of $1971\ (2$
24	U.S.C. 441e(b))).".
25	(b) Reports Made Available by FEC.—Section
26	304 of the Federal Election Campaign Act of 1971 (2

U.S.C. 434), as amended by sections 103, 201, and 212 is amended by adding at the end the following: 3 "(h) REPORTS FROM INAUGURAL COMMITTEES.— The Federal Election Commission shall make any report filed by an Inaugural Committee under section 510 of title 36, United States Code, accessible to the public at the of-6 7 fices of the Commission and on the Internet not later than 8 48 hours after the report is received by the Commission.". SEC. 309. PROHIBITION ON FRAUDULENT SOLICITATION OF 10 FUNDS. 11 Section 322 of the Federal Election Campaign Act of 1971 (2 U.S.C. 441h) is amended— 12 (1) by inserting "(a) In General.—" before 13 14 "No person"; and 15 (2) by adding at the end the following: "(b) Fraudulent Solicitation of Funds.—No 16 17 person shall— 18 "(1) fraudulently misrepresent the person as 19 speaking, writing, or otherwise acting for or on be-20 half of any candidate or political party or employee 21 or agent thereof for the purpose of soliciting con-22 tributions or donations; or 23 "(2) willfully and knowingly participate in or 24 conspire to participate in any plan, scheme, or de-25 sign to violate paragraph (1).".

1	SEC. 310. STUDY AND REPORT ON CLEAN MONEY CLEAN
2	ELECTIONS LAWS.
3	(a) CLEAN MONEY CLEAN ELECTIONS DEFINED.—
4	In this section, the term "clean money clean elections"
5	means funds received under State laws that provide in
6	whole or in part for the public financing of election cam-
7	paigns.
8	(b) Study.—
9	(1) In General.—The Comptroller General
10	shall conduct a study of the clean money clean elec-
11	tions of Arizona and Maine.
12	(2) Matters studied.—
13	(A) STATISTICS ON CLEAN MONEY CLEAN
14	ELECTIONS CANDIDATES.—The Comptroller
15	General shall determine—
16	(i) the number of candidates who have
17	chosen to run for public office with clean
18	money clean elections including—
19	(I) the office for which they were
20	candidates;
21	(II) whether the candidate was
22	an incumbent or a challenger; and
23	(III) whether the candidate was
24	successful in the candidate's bid for
25	public office; and

1	(ii) the number of races in which at
2	least one candidate ran an election with
3	clean money clean elections.
4	(B) EFFECTS OF CLEAN MONEY CLEAN
5	ELECTIONS.—The Comptroller General of the
6	United States shall describe the effects of pub-
7	lic financing under the clean money clean elec-
8	tions laws on the 2000 elections in Arizona and
9	Maine.
10	(c) REPORT.—Not later than 1 year after the date
11	of enactment of this Act, the Comptroller General of the
12	United States shall submit a report to the Congress detail-
13	ing the results of the study conducted under subsection
14	(b).
15	SEC. 311. CLARITY STANDARDS FOR IDENTIFICATION OF
16	SPONSORS OF ELECTION-RELATED ADVER-
17	TISING.
18	Section 318 of the Federal Election Campaign Act
19	of 1971 (2 U.S.C. 441d) is amended—
20	(1) in subsection (a)—
21	(A) in the matter preceding paragraph
22	(1)—
23	(i) by striking "Whenever" and insert-
24	ing "Whenever a political committee makes
25	a disbursement for the purpose of financ-

1	ing any communication through any broad-
2	casting station, newspaper, magazine, out-
3	door advertising facility, mailing, or any
4	other type of general public political adver-
5	tising, or whenever";
6	(ii) by striking "an expenditure" and
7	inserting "a disbursement"; and
8	(iii) by striking "direct"; and
9	(iv) by inserting "or makes a dis-
10	bursement for an electioneering commu-
11	nication (as defined in section 304(f)(3))"
12	after "public political advertising"; and
13	(B) in paragraph (3), by inserting "and
14	permanent street address, telephone number, or
15	World Wide Web address" after "name"; and
16	(2) by adding at the end the following:
17	"(c) Specification.—Any printed communication
18	described in subsection (a) shall—
19	"(1) be of sufficient type size to be clearly read-
20	able by the recipient of the communication;
21	"(2) be contained in a printed box set apart
22	from the other contents of the communication; and
23	"(3) be printed with a reasonable degree of
24	color contrast between the background and the
25	printed statement.

1	"(d) Additional Requirements.—
2	"(1) Communications by candidates or Au-
3	THORIZED PERSONS.—
4	"(A) By Radio.—Any communication de-
5	scribed in paragraph (1) or (2) of subsection
6	(a) which is transmitted through radio shall in-
7	clude, in addition to the requirements of that
8	paragraph, an audio statement by the candidate
9	that identifies the candidate and states that the
10	candidate has approved the communication.
11	"(B) By Television.—Any communica-
12	tion described in paragraph (1) or (2) of sub-
13	section (a) which is transmitted through tele-
14	vision shall include, in addition to the require-
15	ments of that paragraph, a statement that iden-
16	tifies the candidate and states that the can-
17	didate has approved the communication. Such
18	statement—
19	"(i) shall be conveyed by—
20	"(I) an unobscured, full-screen
21	view of the candidate making the
22	statement, or
23	"(II) the candidate in voice-over
24	accompanied by a clearly identifiable

photographic or similar image of the candidate; and

> "(ii) shall also appear in writing at the end of the communication in a clearly readable manner with a reasonable degree of color contrast between the background and the printed statement, for a period of at least 4 seconds.

"(2) Communications by others.—Any communication described in paragraph (3) of subsection (a) which is transmitted through radio or television shall include, in addition to the requirements of that paragraph, in a clearly spoken manner, the following audio statement: ' is responsible for the content of this advertising.' (with the blank to be filled in with the name of the political committee or other person paying for the communication and the name of any connected organization of the payor). If transmitted through television, the statement shall be conveyed by an unobscured, full-screen view of a representative of the political committee or other person making the statement, or by a representative of such political committee or other person in voiceover, and shall also appear in a clearly readable manner with a reasonable degree of color contrast

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- 1 between the background and the printed statement,
- 2 for a period of at least 4 seconds.".

3 SEC. 312. INCREASE IN PENALTIES.

- 4 (a) IN GENERAL.—Subparagraph (A) of section
- 5 309(d)(1) of the Federal Election Campaign Act of 1971
- 6 (2 U.S.C. 437g(d)(1)(A)) is amended to read as follows:
- 7 "(A) Any person who knowingly and willfully com-
- 8 mits a violation of any provision of this Act which involves
- 9 the making, receiving, or reporting of any contribution,
- 10 donation, or expenditure—
- "(i) aggregating \$25,000 or more during a cal-
- endar year shall be fined under title 18, United
- 13 States Code, or imprisoned for not more than 5
- years, or both; or
- 15 "(ii) aggregating \$2,000 or more (but less than
- \$25,000) during a calendar year shall be fined under
- such title, or imprisoned for not more than one year,
- 18 or both.".
- 19 (b) Effective Date.—The amendment made by
- 20 this section shall apply to violations occurring on or after
- 21 the effective date of this Act.
- 22 SEC. 313. STATUTE OF LIMITATIONS.
- 23 (a) In General.—Section 406(a) of the Federal
- 24 Election Campaign Act of 1971 (2 U.S.C. 455(a)) is
- 25 amended by striking "3" and inserting "5".

1	(b) Effective Date.—The amendment made by
2	this section shall apply to violations occurring on or after
3	the effective date of this Act.
4	SEC. 314. SENTENCING GUIDELINES.
5	(a) In General.—The United States Sentencing
6	Commission shall—
7	(1) promulgate a guideline, or amend an exist-
8	ing guideline under section 994 of title 28, United
9	States Code, in accordance with paragraph (2), for
10	penalties for violations of the Federal Election Cam-
11	paign Act of 1971 and related election laws; and
12	(2) submit to Congress an explanation of any
13	guidelines promulgated under paragraph (1) and any
14	legislative or administrative recommendations re-
15	garding enforcement of the Federal Election Cam-
16	paign Act of 1971 and related election laws.
17	(b) Considerations.—The Commission shall pro-
18	vide guidelines under subsection (a) taking into account
19	the following considerations:
20	(1) Ensure that the sentencing guidelines and
21	policy statements reflect the serious nature of such
22	violations and the need for aggressive and appro-
23	priate law enforcement action to prevent such viola-

tions.

1	(2) Provide a sentencing enhancement for any
2	person convicted of such violation if such violation
3	involves—
4	(A) a contribution, donation, or expendi-
5	ture from a foreign source;
6	(B) a large number of illegal transactions;
7	(C) a large aggregate amount of illegal
8	contributions, donations, or expenditures;
9	(D) the receipt or disbursement of govern-
10	mental funds; and
11	(E) an intent to achieve a benefit from the
12	Federal Government.
13	(3) Assure reasonable consistency with other
14	relevant directives and guidelines of the Commission.
15	(4) Account for aggravating or mitigating cir-
16	cumstances that might justify exceptions, including
17	circumstances for which the sentencing guidelines
18	currently provide sentencing enhancements.
19	(5) Assure the guidelines adequately meet the
20	purposes of sentencing under section 3553(a)(2) of
21	title 18, United States Code.
22	(e) Effective Date; Emergency Authority To
23	Promulgate Guidelines.—
24	(1) Effective date.—Notwithstanding sec-
25	tion 402, the United States Sentencing Commission

1	shall promulgate guidelines under this section not
2	later than the later of—
3	(A) 90 days after the effective date of this
4	Act; or
5	(B) 90 days after the date on which at
6	least a majority of the members of the Commis-
7	sion are appointed and holding office.
8	(2) Emergency authority to promulgate
9	GUIDELINES.—The Commission shall promulgate
10	guidelines under this section in accordance with the
11	procedures set forth in section 21(a) of the Sen-
12	tencing Reform Act of 1987, as though the authority
13	under such Act has not expired.
	~~~ ~~~ ~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~
14	SEC. 315. INCREASE IN PENALTIES IMPOSED FOR VIOLA-
	TIONS OF CONDUIT CONTRIBUTION BAN.
15	
15 16	TIONS OF CONDUIT CONTRIBUTION BAN.
15 16 17	TIONS OF CONDUIT CONTRIBUTION BAN.  (a) INCREASE IN CIVIL MONEY PENALTY FOR KNOW-
15 16 17 18	tions of conduit contribution ban.  (a) Increase in Civil Money Penalty for Knowing and Willful Violations.—Section 309(a) of the
15 16 17 18 19	tions of conduit contribution ban.  (a) Increase in Civil Money Penalty for Know- Ing and Willful Violations.—Section 309(a) of the Federal Election Campaign Act of 1971 (2 U.S.C.
15 16 17 18 19 20	tions of conduit contribution ban.  (a) Increase in Civil Money Penalty for Know- Ing and Willful Violations.—Section 309(a) of the Federal Election Campaign Act of 1971 (2 U.S.C. 437g(a)) is amended—
14 15 16 17 18 19 20 21	tions of conduit contribution ban.  (a) Increase in Civil Money Penalty for Know- Ing and Willful Violations.—Section 309(a) of the Federal Election Campaign Act of 1971 (2 U.S.C. 437g(a)) is amended—  (1) in paragraph (5)(B), by inserting before the
15 16 17 18 19 20 21	tions of conduit contribution ban.  (a) Increase in Civil Money Penalty for Know- ing and Willful Violations.—Section 309(a) of the Federal Election Campaign Act of 1971 (2 U.S.C. 437g(a)) is amended—  (1) in paragraph (5)(B), by inserting before the period at the end the following: "(or, in the case of

1	percent of the amount involved in the violation)";
2	and
3	(2) in paragraph (6)(C), by inserting before the
4	period at the end the following: "(or, in the case of
5	a violation of section 320, which is not less than 300
6	percent of the amount involved in the violation and
7	is not more than the greater of \$50,000 or 1000
8	percent of the amount involved in the violation)".
9	(b) Increase in Criminal Penalty.—Section
10	309(d)(1) of such Act (2 U.S.C. $437g(d)(1)$ ) is amended
11	by adding at the end the following new subparagraph:
12	"(D) Any person who knowingly and willfully com-
13	mits a violation of section 320 involving an amount aggre-
14	gating more than \$10,000 during a calendar year shall
15	be—
16	"(i) imprisoned for not more than 2 years if the
17	amount is less than \$25,000 (and subject to impris-
18	onment under subparagraph (A) if the amount is
19	\$25,000 or more);
20	"(ii) fined not less than 300 percent of the
21	amount involved in the violation and not more than
22	the greater of—
23	"(I) \$50,000; or
24	"(II) 1,000 percent of the amount involved
25	in the violation; or

1	"(iii) both imprisoned under clause (i) and
2	fined under clause (ii).".
3	(c) Effective Date.—The amendments made by
4	this section shall apply with respect to violations occurring
5	on or after the effective date of this Act.
6	SEC. 316. RESTRICTION ON INCREASED CONTRIBUTION
7	LIMITS BY TAKING INTO ACCOUNT CAN-
8	DIDATE'S AVAILABLE FUNDS.
9	Section 315(i)(1) of the Federal Election Campaign
10	Act of 1971 (2 U.S.C. 441a(i)(1)), as added by this Act,
11	is amended by adding at the end the following:
12	"(E) Special rule for candidate's
13	CAMPAIGN FUNDS.—
14	"(i) In general.—For purposes of
15	determining the aggregate amount of ex-
16	penditures from personal funds under sub-
17	paragraph (D)(ii), such amount shall in-
18	clude the gross receipts advantage of the
19	candidate's authorized committee.
20	"(ii) Gross receipts advantage.—
21	For purposes of clause (i), the term 'gross
22	receipts advantage' means the excess, if
23	any, of—
24	"(I) the aggregate amount of 50
25	percent of gross receipts of a can-

1	didate's authorized committee d	uring
2	any election cycle (not including	con-
3	tributions from personal funds of	of the
4	candidate) that may be expende	ed in
5	connection with the election, as of	deter-
6	mined on June 30 and December	er 31
7	of the year preceding the year	ar in
8	which a general election is held,	, over
9	"(II) the aggregate amount	of 50
10	percent of gross receipts of the o	ppos-
11	ing candidate's authorized comm	nittee
12	during any election cycle (not in	ıclud-
13	ing contributions from personal	funds
14	of the candidate) that may be	e ex-
15	pended in connection with the	elec-
16	tion, as determined on June 30	) and
17	December 31 of the year prec	eding
18	the year in which a general elect	ion is
19	held.".	
20	SEC. 317. CLARIFICATION OF RIGHT OF NATIONALS OF	F THE
21	UNITED STATES TO MAKE POLITICAL	CON
22	TRIBUTIONS.	
23	Section 319(b)(2) of the Federal Election Cam	paign
24	Act of 1971 (2 U.S.C. 441e(b)(2)) is amended by inse	erting
25	after "United States" the following: "or a national of	of the

- 1 United States (as defined in section 101(a)(22) of the Im-
- 2 migration and Nationality Act)".
- 3 SEC. 318. PROHIBITION OF CONTRIBUTIONS BY MINORS.
- 4 Title III of the Federal Election Campaign Act of
- 5 1971 (2 U.S.C. 431 et seq.), as amended by section 101,
- 6 is further amended by adding at the end the following new
- 7 section:
- 8 "PROHIBITION OF CONTRIBUTIONS BY MINORS
- 9 "Sec. 324. An individual who is 17 years old or
- 10 younger shall not make a contribution to a candidate or
- 11 a contribution or donation to a committee of a political
- 12 party.".
- 13 SEC. 319. MODIFICATION OF INDIVIDUAL CONTRIBUTION
- 14 LIMITS FOR HOUSE CANDIDATES IN RE-
- 15 SPONSE TO EXPENDITURES FROM PERSONAL
- 16 FUNDS.
- 17 (a) Increased Limits.—Title III of the Federal
- 18 Election Campaign Act of 1971 (2 U.S.C. 431 et seq.)
- 19 is amended by inserting after section 315 the following
- 20 new section:
- 21 "modification of certain limits for house can-
- 22 DIDATES IN RESPONSE TO PERSONAL FUND EX-
- 23 PENDITURES OF OPPONENTS
- 24 "Sec. 315A. (a) Availability of Increased
- 25 LIMIT.—

1	"(1) In general.—Subject to paragraph (3),
2	if the opposition personal funds amount with respect
3	to a candidate for election to the office of Represent-
4	ative in, or Delegate or Resident Commissioner to,
5	the Congress exceeds \$350,000—
6	"(A) the limit under subsection $(a)(1)(A)$
7	with respect to the candidate shall be tripled;
8	"(B) the limit under subsection (a)(3)
9	shall not apply with respect to any contribution
10	made with respect to the candidate if the con-
11	tribution is made under the increased limit al-
12	lowed under subparagraph (A) during a period
13	in which the candidate may accept such a con-
14	tribution; and
15	"(C) the limits under subsection (d) with
16	respect to any expenditure by a State or na-
17	tional committee of a political party on behalf
18	of the candidate shall not apply.
19	"(2) Determination of opposition per-
20	SONAL FUNDS AMOUNT.—
21	"(A) In general.—The opposition per-
22	sonal funds amount is an amount equal to the
23	excess (if any) of—
24	"(i) the greatest aggregate amount of
25	expenditures from personal funds (as de-

1	fined in subsection $(b)(1)$ that an oppos-
2	ing candidate in the same election makes;
3	over
4	"(ii) the aggregate amount of expendi-
5	tures from personal funds made by the
6	candidate with respect to the election.
7	"(B) Special rule for candidate's
8	CAMPAIGN FUNDS.—
9	"(i) In general.—For purposes of
10	determining the aggregate amount of ex-
11	penditures from personal funds under sub-
12	paragraph (A), such amount shall include
13	the gross receipts advantage of the can-
14	didate's authorized committee.
15	"(ii) Gross receipts advantage.—
16	For purposes of clause (i), the term 'gross
17	receipts advantage' means the excess, if
18	any, of—
19	"(I) the aggregate amount of 50
20	percent of gross receipts of a can-
21	didate's authorized committee during
22	any election cycle (not including con-
23	tributions from personal funds of the
24	candidate) that may be expended in
25	connection with the election, as deter-

1	mined on June 30 and December 31
2	of the year preceding the year in
3	which a general election is held, over
4	"(II) the aggregate amount of 50
5	percent of gross receipts of the oppos-
6	ing candidate's authorized committee
7	during any election cycle (not includ-
8	ing contributions from personal funds
9	of the candidate) that may be ex-
10	pended in connection with the elec-
11	tion, as determined on June 30 and
12	December 31 of the year preceding
13	the year in which a general election is
14	held.
15	"(3) Time to accept contributions under
16	INCREASED LIMIT.—
17	"(A) In General.—Subject to subpara-
18	graph (B), a candidate and the candidate's au-
19	thorized committee shall not accept any con-
20	tribution, and a party committee shall not make
21	any expenditure, under the increased limit
22	under paragraph (1)—
23	"(i) until the candidate has received
24	notification of the opposition personal
25	funds amount under subsection (b)(1); and

1 "(ii) to the extent that such contribu2 tion, when added to the aggregate amount
3 of contributions previously accepted and
4 party expenditures previously made under
5 the increased limits under this subsection
6 for the election cycle, exceeds 100 percent
7 of the opposition personal funds amount.

"(B) EFFECT OF WITHDRAWAL OF AN OP-POSING CANDIDATE.—A candidate and a candidate's authorized committee shall not accept any contribution and a party shall not make any expenditure under the increased limit after the date on which an opposing candidate ceases to be a candidate to the extent that the amount of such increased limit is attributable to such an opposing candidate.

#### "(4) Disposal of excess contributions.—

"(A) IN GENERAL.—The aggregate amount of contributions accepted by a candidate or a candidate's authorized committee under the increased limit under paragraph (1) and not otherwise expended in connection with the election with respect to which such contributions relate shall, not later than 50 days

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1	after the date of such election, be used in the
2	manner described in subparagraph (B).
3	"(B) Return to contributors.—A can-
4	didate or a candidate's authorized committee
5	shall return the excess contribution to the per-
6	son who made the contribution.
7	"(b) Notification of Expenditures From Per-
8	SONAL FUNDS.—
9	"(1) In general.—
10	"(A) Definition of expenditure from
11	PERSONAL FUNDS.—In this paragraph, the
12	term 'expenditure from personal funds'
13	means—
14	"(i) an expenditure made by a can-
15	didate using personal funds; and
16	"(ii) a contribution or loan made by a
17	candidate using personal funds or a loan
18	secured using such funds to the can-
19	didate's authorized committee.
20	"(B) Declaration of intent.—Not
21	later than the date that is 15 days after the
22	date on which an individual becomes a can-
23	didate for the office of Representative in, or
24	Delegate or Resident Commissioner to, the Con-
25	gress, the candidate shall file a declaration stat-

1	ing the total amount of expenditures from per-
2	sonal funds that the candidate intends to make,
3	or to obligate to make, with respect to the elec-
4	tion that will exceed \$350,000.
5	"(C) Initial notification.—Not later
6	than 24 hours after a candidate described in
7	subparagraph (B) makes or obligates to make
8	an aggregate amount of expenditures from per-
9	sonal funds in excess of \$350,000 in connection
10	with any election, the candidate shall file a noti-
11	fication.
12	"(D) Additional notification.—After a
13	candidate files an initial notification under sub-
14	paragraph (C), the candidate shall file an addi-
15	tional notification each time expenditures from
16	personal funds are made or obligated to be
17	made in an aggregate amount that exceeds
18	\$10,000. Such notification shall be filed not
19	later than 24 hours after the expenditure is
20	made.
21	"(E) Contents.—A notification under
22	subparagraph (C) or (D) shall include—
23	"(i) the name of the candidate and
24	the office sought by the candidate;

1	"(ii) the date and amount of each ex-
2	penditure; and
3	"(iii) the total amount of expenditures
4	from personal funds that the candidate has
5	made, or obligated to make, with respect to
6	an election as of the date of the expendi-
7	ture that is the subject of the notification.
8	"(F) Place of filing.—Each declaration
9	or notification required to be filed by a can-
10	didate under subparagraph (C), (D), or (E)
11	shall be filed with—
12	"(i) the Commission; and
13	"(ii) each candidate in the same elec-
14	tion and the national party of each such
15	candidate.
16	"(2) Notification of disposal of excess
17	CONTRIBUTIONS.—In the next regularly scheduled
18	report after the date of the election for which a can-
19	didate seeks nomination for election to, or election
20	to, Federal office, the candidate or the candidate's
21	authorized committee shall submit to the Commis-
22	sion a report indicating the source and amount of
23	any excess contributions (as determined under sub-
24	section (a)) and the manner in which the candidate

- 1 or the candidate's authorized committee used such
- 2 funds.
- 3 "(3) Enforcement.—For provisions providing
- for the enforcement of the reporting requirements
- 5 under this subsection, see section 309.".
- 6 (b) Conforming Amendment.—Section 315(a)(1)
- 7 of the Federal Election Campaign Act of 1971 (2 U.S.C.
- 8 441a), as amended by section 304(a), is amended by strik-
- 9 ing "subsection (i)," and inserting "subsection (i) and sec-
- 10 tion 315A,".

## 11 **TITLE IV—SEVERABILITY**;

### 12 **EFFECTIVE DATE**

- 13 SEC. 401. SEVERABILITY.
- 14 If any provision of this Act or amendment made by
- 15 this Act, or the application of a provision or amendment
- 16 to any person or circumstance, is held to be unconstitu-
- 17 tional, the remainder of this Act and amendments made
- 18 by this Act, and the application of the provisions and
- 19 amendment to any person or circumstance, shall not be
- 20 affected by the holding.
- 21 SEC. 402. EFFECTIVE DATE.
- 22 (a) In General.—Except as otherwise provided in
- 23 section 307 and subsection (b), this Act and the amend-
- 24 ments made by this Act shall take effect November 6,
- 25 2002.

- 1 (b) Transition Rule for Spending of Funds by
- 2 National Parties.—If a national committee of a polit-
- 3 ical party described in section 323(a)(1) of the Federal
- 4 Election Campaign Act of 1971 (as added by section
- 5 101(a)), including any person who is subject to such sec-
- 6 tion, has received funds described in such section prior to
- 7 the effective date described in subsection (a), the following
- 8 rules shall apply with respect to the spending of such
- 9 funds by such committee:
- 10 (1) Prior to January 1, 2003, the committee 11 may spend such funds to retire outstanding debts or 12 obligations incurred prior to such effective date, so 13 long as such debts or obligations were incurred sole-14 ly in connection with an election held on or before 15 November 5, 2002 (or any runoff election or recount 16 resulting from an election in 2002) and so long as 17 such debts or obligations were not incurred for any 18 expenditures (activities required to be paid for with "hard money") under such Act. Nothing in this 19 20 paragraph may allow such funds (commonly known as "soft money") to be used to pay for any debts or 21 22 obligations incurred for any Federal election expend-23 itures under such Act ("hard money" activities).
  - (2) At no time after such effective date may the committee spend any such funds for activities to de-

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- 1 fray the costs of the construction or purchase of any
- 2 office building or facility.
- 3 (c) REGULATIONS.—Not later than 90 days after the
- 4 date of the enactment of this Act, the Federal Election
- 5 Commission shall promulgate regulations to carry out title
- 6 I of this Act and the amendments made by such title. Not
- 7 later than 270 days after the date of the enactment of
- 8 this Act, the Federal Election Commission shall promul-
- 9 gate regulations to carry out all other titles of this Act
- 10 and all other amendments made by this Act which are
- 11 under the Commission's jurisdiction.
- 12 SEC. 403. JUDICIAL REVIEW.
- 13 (a) Special Rules For Actions Brought on
- 14 CONSTITUTIONAL GROUNDS.—If any action is brought for
- 15 declaratory or injunctive relief to challenge the constitu-
- 16 tionality of any provision of this Act or any amendment
- 17 made by this Act, the following rules shall apply:
- 18 (1) The action shall be filed in the United
- 19 States District Court for the District of Columbia
- and shall be heard by a 3-judge court convened pur-
- suant to section 2284 of title 28, United States
- Code.
- 23 (2) A copy of the complaint shall be delivered
- promptly to the Clerk of the House of Representa-
- 25 tives and the Secretary of the Senate.

- 1 (3) A final decision in the action shall be re2 viewable only by appeal directly to the Supreme
  3 Court of the United States. Such appeal shall be
  4 taken by the filing of a notice of appeal within 10
  5 days, and the filing of a jurisdictional statement
  6 within 30 days, of the entry of the final decision.
- 7 (4) It shall be the duty of the United States 8 District Court for the District of Columbia and the 9 Supreme Court of the United States to advance on 10 the docket and to expedite to the greatest possible 11 extent the disposition of the action and appeal.
- 12 (b) Intervention by Members of Congress.—In any action in which the constitutionality of any provision 14 of this Act or any amendment made by this Act is raised 15 (including but not limited to an action described in subsection (a)), any member of the House of Representatives 16 17 (including a Delegate or Resident Commissioner to the 18 Congress) or Senate shall have the right to intervene either in support of or opposition to the position of a party 19 20 to the case regarding the constitutionality of the provision 21 or amendment. To avoid duplication of efforts and reduce the burdens placed on the parties to the action, the court 23 in any such action may make such orders as it considers necessary, including orders to require intervenors taking

- 1 similar positions to file joint papers or to be represented
- 2 by a single attorney at oral argument.

#### 3 TITLE V—ADDITIONAL

#### 4 DISCLOSURE PROVISIONS

- 5 SEC. 501. INTERNET ACCESS TO RECORDS.
- 6 Section 304(a)(11)(B) of the Federal Election Cam-
- 7 paign Act of 1971 (2 U.S.C. 434(a)(11)(B)) is amended
- 8 to read as follows:
- 9 "(B) The Commission shall make a designation,
- 10 statement, report, or notification that is filed with the
- 11 Commission under this Act available for inspection by the
- 12 public in the offices of the Commission and accessible to
- 13 the public on the Internet not later than 48 hours (or not
- 14 later than 24 hours in the case of a designation, state-
- 15 ment, report, or notification filed electronically) after re-
- 16 ceipt by the Commission.".
- 17 SEC. 502. MAINTENANCE OF WEBSITE OF ELECTION RE-
- PORTS.
- 19 (a) IN GENERAL.—The Federal Election Commission
- 20 shall maintain a central site on the Internet to make ac-
- 21 cessible to the public all publicly available election-related
- 22 reports and information.
- 23 (b) Election-related Report.—In this section,
- 24 the term "election-related report" means any report, des-

- 1 ignation, or statement required to be filed under the Fed-
- 2 eral Election Campaign Act of 1971.
- 3 (c) Coordination With Other Agencies.—Any
- 4 Federal executive agency receiving election-related infor-
- 5 mation which that agency is required by law to publicly
- 6 disclose shall cooperate and coordinate with the Federal
- 7 Election Commission to make such report available
- 8 through, or for posting on, the site of the Federal Election
- 9 Commission in a timely manner.

#### 10 SEC. 503. ADDITIONAL DISCLOSURE REPORTS.

- 11 (a) Principal Campaign Committees.—Section
- 12 304(a)(2)(B) of the Federal Election Campaign Act of
- 13 1971 is amended by striking "the following reports" and
- 14 all that follows through the period and inserting "the
- 15 treasurer shall file quarterly reports, which shall be filed
- 16 not later than the 15th day after the last day of each cal-
- 17 endar quarter, and which shall be complete as of the last
- 18 day of each calendar quarter, except that the report for
- 19 the quarter ending December 31 shall be filed not later
- 20 than January 31 of the following calendar year.".
- 21 (b) National Committee of a Political
- 22 Party.—Section 304(a)(4) of such Act (2 U.S.C.
- 23 434(a)(4)) is amended by adding at the end the following
- 24 flush sentence: "Notwithstanding the preceding sentence,

1	a national committee of a political party shall file the re-
2	ports required under subparagraph (B).".
3	SEC. 504. PUBLIC ACCESS TO BROADCASTING RECORDS.
4	Section 315 of the Communications Act of 1934 (47
5	U.S.C. 315), as amended by this Act, is amended by redes-
6	ignating subsections (e) and (f) as subsections (f) and (g),
7	respectively, and inserting after subsection (d) the fol-
8	lowing:
9	"(e) Political Record.—
10	"(1) In general.—A licensee shall maintain,
11	and make available for public inspection, a complete
12	record of a request to purchase broadcast time
13	that—
14	"(A) is made by or on behalf of a legally
15	qualified candidate for public office; or
16	"(B) communicates a message relating to
17	any political matter of national importance,
18	including—
19	"(i) a legally qualified candidate;
20	"(ii) any election to Federal office; or
21	"(iii) a national legislative issue of
22	public importance.
23	"(2) Contents of Record.—A record main-
24	tained under paragraph (1) shall contain informa-
25	tion regarding—

1	"(A) whether the request to purchase
2	broadcast time is accepted or rejected by the li-
3	censee;
4	"(B) the rate charged for the broadcast
5	time;
6	"(C) the date and time on which the com-
7	munication is aired;
8	"(D) the class of time that is purchased;
9	"(E) the name of the candidate to which
10	the communication refers and the office to
11	which the candidate is seeking election, the elec-
12	tion to which the communication refers, or the
13	issue to which the communication refers (as ap-
14	plicable);
15	"(F) in the case of a request made by, or
16	on behalf of, a candidate, the name of the can-
17	didate, the authorized committee of the can-
18	didate, and the treasurer of such committee;
19	and
20	"(G) in the case of any other request, the
21	name of the person purchasing the time, the
22	name, address, and phone number of a contact
23	person for such person, and a list of the chief
24	executive officers or members of the executive

1	committee or of the board of directors of such
2	person.
3	"(3) Time to maintain file.—The informa-
4	tion required under this subsection shall be placed in
5	a political file as soon as possible and shall be re-
6	tained by the licensee for a period of not less than
7	2 years.".

Passed the House of Representatives February 14 (legislative day, February 13), 2002.

Attest:

Clerk.

107TH CONGRESS H.R. 2356

# AN ACT

To amend the Federal Election Campaign Act of 1971 to provide bipartisan campaign reform.